



State of Utah

Department of Natural Resources

ROBERT L. MORGAN
Executive Director

Division of Oil, Gas & Mining

LOWELL P. BRAXTON
Division Director

OLENE S. WALKER
Governor

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Lieutenant Governor

November 12, 2004

Mr. Keith MacKay
State Stone
8640 South 300 West
Murray, Utah 84107

Subject: Remaining Permitting and Bonding Requirements, State Stone,
Unpermitted Quarries, M/055/021, Wayne County, Utah

Dear Mr. MacKay:

Thank you for meeting with Division inspector Paul Baker at your quarries near Torrey to look at the reclamation work you have done. A copy of the inspection report is enclosed, which includes photos and maps of the two quarries.

The next step in this process is for you to submit one or two Notices of Intention to Commence Small Mining Operations (NOIs). You had requested that the Division allow you to submit two separate NOIs, but the reason for this request was probably to avoid having to call these operations a single large mine. GPS data indicates the two sites combined now total 4.98 acres which (barely) classifies them as a small mine. If you reclaim the southernmost portion of the west quarry, the total acreage would be reduced to 4.83 acres.

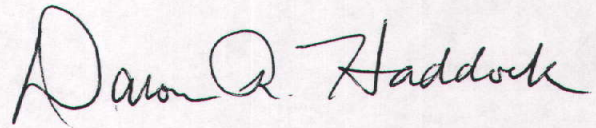
By submitting a single notice, you would only have one permit fee and one bond which would probably be lower than two separate bonds, but you have the option of submitting either one or two notices. Once we have your NOI(s), we will notify you of a bond amount.

The Division needs to receive your NOI(s) and permit fees as soon as possible. Our letter of July 9, 2004, asked that you submit them by September 17, 2004, but because of the delay in conducting the inspection and determining the new acreage figure, we will extend the deadline for submitting the NOI(s) until November 26, 2004. Blank copies of form MR-SMO are enclosed for your use. If you submit one NOI for both sites, we only need one permit fee (\$150), but two separate NOIs would require a total of \$300 (\$150 for each).

Keith MacKay
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Thank you for your cooperation. If you have any questions about this letter, please call me at 801-538-5325 , or Paul Baker at 801-538-5261.

Sincerely,

A handwritten signature in black ink that reads "Daron R. Haddock". The signature is fluid and cursive, with the first name "Daron" and last name "Haddock" clearly legible, and "R." as a middle initial.

Daron R. Haddock
Permit Supervisor
Minerals Regulatory Program

DRH:PBB:jb
Enclosure: Form MR-SMO
Inspection report with photos and maps
cc: Buzz Rakow, Hanksville BLM
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